

3.0% MULTIPLIER

Non-University members who retire July 1, 2004 and thereafter with over 30 years of service, at least 5 of which are in KTRS, may receive a 3% multiplier factor for all KTRS years over the 30th year.

STANDARD MULTIPLIERS

MEMBERSHIP PRIOR TO JULY 1, 2002

Annual service credit earned:

Since 1983-84 = 2.5%

Before 1983-84 = 2.0%

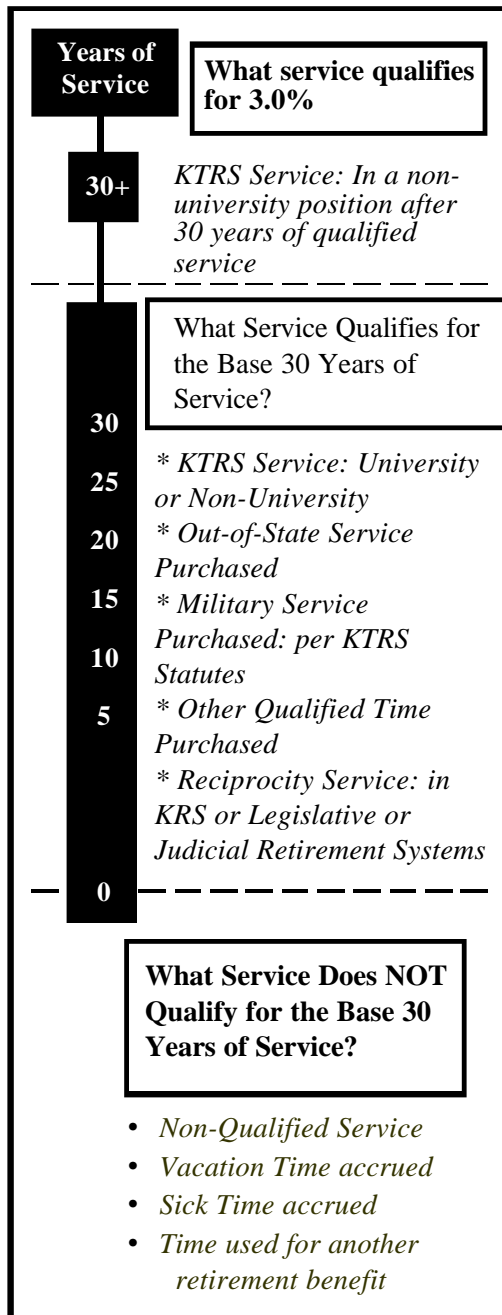
MEMBERSHIP AS OF JULY 1, 2002

For years of service 1-9.9 = 2.0%

For all years once you have 10 years of KTRS service = 2.5%

NOTE: KTRS service earned at institutions designated in KRS 161.220(4)(b) EKV, KSU, Morehead, Murray, and WKU) has always been valued at the 2% multiplier rate. This 2% multiplier is due to reduced KTRS contributions. FICA contributions are also paid.

What Service Qualifies for the 3.0% Multiplier



EXAMPLE #1 Application of the 3.0% Multiplier

ASSUMPTION

35	KTRS
35	Total Years of Service

Years of Service

30+	5 Years -- SC @ 3.0%
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30	30 Years KTRS
25	
20	
15	
10	
5	
0	

EXAMPLE #2 Application of the 3.0% Multiplier

ASSUMPTION

30	KTRS -- Last Service
5	Out-of-State Purchased
35	Total Years of Service

Years of Service

30+	5 Years -- SC @ 3.0%
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30	25 Years KTRS
25	
20	5 Years-- Out-of-State Purchased
15	
10	
5	
0	

EXAMPLE #3

Application of the 3.0% Multiplier

ASSUMPTION

30 KTRS
5 Non-Qualified Service
35 Total Years of Service

Years of Service

30+ 0 Years -- SC @ 3.0%

30
25
20
15
10
5
0

30 Years KTRS

5 Years-- NQ Service-Does Not Apply

EXAMPLE #4

Application of the 3.0% Multiplier

ASSUMPTION

1 KTRS--Last Service
7 KRS
25 KTRS--First Service
33 Total Years of Service

Years of Service

30+ 1 Year -- SC @ 3.0%

30
25
20
15
10
5
0

7 Years KRS

25 Years KTRS Service

Only current KTRS years over the
30th year qualify for the 3%
multiplier

GLOSSARY of KTRS Retirement Terms

Service Credit - (SC)

Years of service

Retirement Factor - (M)

Multiplier; such as 2% or 2.5% or 3%

Final Average Salary - (FAS)

Indicates your High 5 FAS or High 3 FAS*

Benefit Formula

$SC \times M \times FAS = \text{Annual Benefit}^{**}$

Retirement Eligibility Conditions

27 years SC at any age

5 years SC at age 55 **

Retirement Discount

5% for SC under 27 or

5% for each year age is under 60,
whichever is less

* High 3 is provided by KRS 161.220(9)

** Apply option/age discount if applicable

This pamphlet is intended for general informational purposes only. In the event of conflict between the provisions of this pamphlet and the relevant law, the latter will prevail. As the law is subject to change, you should contact KTRS prior to making important retirement decisions.

Kentucky Teachers' Retirement System

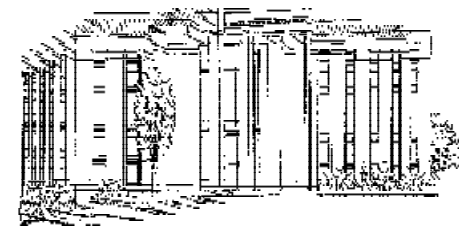
479 Versailles Road

Frankfort, Kentucky 40601

800/618-1687 or 502/848-8500

www.ktrs.ky.gov

Kentucky Teachers' Retirement System



Maximize Your KTRS Benefit with the 3% Multiplier

(for non-university members)